



Scenario Analysis - Sampleton Family

Note - Calculations are not audited and should be reviewed with a tax professional

SCENARIO 1
Tax Year 2021

SCENARIO 2
Tax Year 2022

SCENARIO 3
Tax Year 2023 Estimated

GENERAL INFORMATION

Year	2021	2022	2023
Calculation	Current Law	Current Law	Current Law
Inflation Assumption		2.00%	2.00%

FILING STATUS / AGE / DEPENDENTS

Filing Status	Married Filing Jointly	Married Filing Jointly	Married Filing Jointly
Total Dependents	2	2	2
Total Dependents for Child Tax Credit (Age 6-17 for 2021)	1	1	1
Total Dependents for Other Credit	1	1	1

INCOME

1040 INCOME

Wages	\$300,000	\$350,000	\$375,000
Taxable Interest	\$1,250	\$1,250	\$3,000
Qualified Dividends	\$11,500	\$11,500	\$22,225
Total Dividends (incl. Qualified)	\$15,000	\$15,000	\$25,000
IRA Distributions	\$15,750	\$15,750	\$15,750

SCHEDULE D INCOME

Short Term Capital Gains	\$9,000	\$9,000	\$9,000
Long Term Capital Gains	\$22,500	\$22,500	\$22,500
	<i>LT loss to carry forward: \$0</i>	<i>LT loss to carry forward: \$0</i>	<i>LT loss to carry forward: \$0</i>
Total Capital Gains	\$31,500	\$31,500	\$31,500

SCHEDULE 1 INCOME

Schedule C Income	\$40,450	\$80,450	\$200,000
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Total Income	\$403,950	\$493,950	\$650,250
Schedule 1 Deductions	\$4,858	\$4,858	\$4,858
Adjusted Gross Income	\$399,092	\$489,092	\$645,392
Standard/Itemized Deductions	\$32,500	\$32,500 <i>(itemized)</i>	\$32,500 <i>(itemized)</i>
QBI Deduction	\$4,752	\$4,752	\$4,752
Taxable Income	\$361,840	\$451,840	\$608,140
Total Tax	\$79,590	\$110,095	\$165,742
Marginal Bracket	24.0%	32.0%	35.0%
Total Tax (Net of Refundable Credits)	\$79,590	\$110,095	\$165,742
Effective Tax on Next \$1,000 Ordinary Income		32.0%	35.0%
Effective Tax on Next \$1,000 Capital Gains		18.8%	23.8%

MAGI

	Net Investment Income Tax Over	Net Investment Income Tax Over	Net Investment Income Tax Over
	Coverdell ESA Over	Coverdell ESA Over	Coverdell ESA Over
	Roth IRA Contribution Over	Roth IRA Contribution Over	Roth IRA Contribution Over
	Lifetime Learning Credit Over	Lifetime Learning Credit Over	Lifetime Learning Credit Over
	Student Loan Interest Deduction Over	Student Loan Interest Deduction Over	Student Loan Interest Deduction Over
	American Opportunity Credit Over	American Opportunity Credit Over	American Opportunity Credit Over
	Child Tax Credit Under	Child Tax Credit Over	Child Tax Credit Over
	Qualified Adoption Expenses Credit Over	Qualified Adoption Expenses Credit Over	Qualified Adoption Expenses Credit Over
	Saver's Credit Over	Saver's Credit Over	Saver's Credit Over
	IRA Contribution Deductibility - Covered Spouse Over	IRA Contribution Deductibility - Covered Spouse Over	IRA Contribution Deductibility - Covered Spouse Over
	IRA Contribution Deductibility - Non-Covered Spouse Over	IRA Contribution Deductibility - Non-Covered Spouse Over	IRA Contribution Deductibility - Non-Covered Spouse Over
ACA Premium Tax Credit Eligibility	Not eligible for credit if not enrolled in marketplace plan	Not eligible for credit if not enrolled in marketplace plan	Not eligible for credit if not enrolled in marketplace plan
MAGI for Medicare Premium Increases	\$399,092	\$489,092	\$645,392
Medicare Part B Premium Increase	\$363	\$363	\$363
Medicare Part D Premium Increase	\$70	\$70	\$70

WITHHOLDING CALCULATOR

Total Tax	\$79,590	\$110,095	\$165,742
Total Withholding	\$17,000	\$0	\$0
Difference	\$62,590	\$110,095	\$165,742

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